

**MINUTES**  
**LCWSD BOARD OF DIRECTOR'S MEETING**  
**AUGUST 16, 2016**

**PRESENT:** President Marc Liechti, Directors Jack Thomson, Roxanne Wadman, and Jim Heim, and employees Rodney Olson, General Manager, and Beth Dotson, Secretary

**ABSENT:** Rex Niles

President Liechti called the meeting to order at 2:03 p.m.

**AGENDA:** Agenda was amended to include Spurwing Road Access under New Business. A motion was made by Director Wadman to accept the amended agenda. Director Thomson seconded and motion carried.

**APPROVAL OF MINUTES:** The Minutes of the Board meeting on July 19, 2016 were reviewed. A motion was made by Director Heim to accept these Minutes. Director Wadman seconded and motion carried.

**VISITORS:** Jeff Evans, President of Montana Community Management Services, and Carla Vanderburg, President of the Spurwing Home Owners Association.

Visitors were present to discuss their concerns regarding road usage in the Spurwing Subdivision. They have locked the gate on the lower portion of the road to deter non-residents from using it as an avenue to go to the dump site instead of going out on Highway 93. LCWSD has easements through the subdivision and must have access to maintain the water/sewer infrastructure. Operators can access the site from the upper portion of the road. The Board suggested they contact the Flathead County Planning Office and/or the Lakeside Community Council.

**FINANCIAL REPORT**

The Combined Balance Sheet shows current assets at \$2,180,728.54, fixed assets at \$9,038,469.53, total liabilities at \$877,281.65, and total equity at \$10,360,904.42 for a total liabilities and equity balance of \$11,238,186.07.

As the Balance Sheet does not provide a previous year-to-date comparison, a Cash Report will be presented at the next Board Meeting.

The Summarized Combined Income Statement shows total revenue through July 2016 to be \$71,509.96 (10% of budget), expenses to be \$82,900.38 (8% of budget), and total other revenue to be \$32,891.02 (33% of budget) resulting in net income of \$21,500.00.

A Comparison to Prior Year Income Statement was presented as we now have one year's worth of data collected in the new Black Mountain Accounting Software. Some of the accounts do not show past year numbers because they were carried over to the new software as conversion accounts in July 2015. This Comparison Income Statement breaks out the sewer and four water accounts separately.

A motion was made by Director Heim to approve the financial report. Director Thomson seconded and motion carried.

**BILL APPROVAL:** Accounts payable for July were reviewed. Expenses of note included:

- Scott & Kienzle – Review of Somers Agreement (Operator) and the White Oak Easement
- APEC – South 80 and L/S 2
- Ferguson Waterworks – Parts for L/S 2
- A-1 Sanitation – Bypass Pumping of L/S 2
- Mild Fence – L/S 11
- Supertec Infrastructure – New Channel at Treatment Site
- Xylem Dewater Solutions – Pumps for L/S 2

The Capital One credit card statement for July was also reviewed.

Director Thomson made a motion to approve the bills. Director Wadman seconded and motion carried.

**DELINQUENT REPORT:** Progress continues in collecting payment from delinquent accounts. A tax lien will be placed on four delinquent accounts.

**OLD BUSINESS:**

White Oak L/S – The agreement transferring ownership of the White Oak L/S to LCWSD is ready for Board approval. A motion was made by Director Heim to sign the agreement. Director Wadman seconded and the motion carried.

South Eighty Water System – Letters were sent to the South Eighty homeowners and Homeowners Association stating that drilling of the new well will begin within the next two weeks.

Lift Station 2 (near Somers) – Most of this project is complete. There is still some paving to be done. Shielding cables will also be installed from the pit to the junction box to alleviate the static problem being experienced by neighbors in the area.

There was a strong odor coming from the L/S over the weekend caused by the hot, heavy atmosphere. Problem should subside once the air starts moving.

Rate Increase – Tabled until September.

**Shelter Cove Water Pressure**

APEC Engineering has been investigating the lack of water pressure to customers in the Shelter Cove area. It was determined that the PRVs need to be adjusted as the valves do not seem to be opening properly. As all PRVs need to be off in order to adjust, this will be a Fall project.

A handwritten signature, possibly "JL", followed by the date "9-20-16".

New Hookups

Inside District – 166 Peaceful Lane

**NEW BUSINESS:**

Spurwing Phases 2 and 3

Gregg Pisk, owner of Spurwing Phases 2 and 3, is looking at pursuing development for approximately 45 units. The Board has decided to start looking at joining the Troutbeck/Lakeside Estates/Spurwing Water System with the Lakeside Water System to allow sharing of the water resource.

**MISCELLANEOUS**

Part Time Operator Position

Looking at upcoming projects, the Board instructed Manager to open a Part Time Operator Position.

Water Leak in Wood Acres

A water leak in Wood Acres was discovered and repaired.

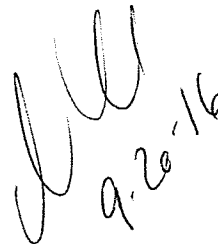
Staff

It is anticipated that one of the Operators will be undergoing hip replacement surgery during the winter months.

The meeting adjourned at 3:50 p.m.

Respectfully submitted,

Beth Dotson, Secretary



Handwritten signature of Beth Dotson, dated 9.26.16.

(NEXT MEETING DATE IS TUESDAY, SEPTEMBER 20, 2016)